SCOTT M. MATHESON
Governor

GORDON E. HARMSTON

Executive Director,

NATURAL RESOURCES

CLEON B. FEIGHT

Director



STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

August 20, 1979

OIL, GAS, AND MINING BOARD

CHARLES R. HENDERSON

JOHN L. BELL
C. RAY JUVELIN
THADIS W. BOX
CONSTANCE K. LUNDBERG
EDWARD T. BECK
E. STEELE McINTYRE

Hamil

Mr. T.L. Wilson Manager of Mines Atlas Minerals Big Indian Mines Moab, Utah 84532

Re: Reclamation Surety

Velvet Mine ACT/037/040

San Juan County, Utah

Dear Mr. Wilson:

To this date the Division of Oil, Gas, and Mining has not yet received reclamation surety for the Velvet Mine. Yet on November 30, 1978 we received a letter from Mr. John Hunerjager stating that operations have commenced at this mine.

The Utah Mined Land Reclamation Act requires that reclamation surety be received and final approval be granted by the Division before the commencement of mining operations.

Enclosed you will find a copy of the surety estimate for \$17,566.71 along with a Mined Land Reclamation Contract to be completed and returned to this Division. Upon receipt of this Contract the Division will issue final approval and operations at this mine may lawfully commence.

I am sure that we can expect Atlas Minerals' prompt attention in this matter.

Sincerely,

RONALD W. DANIELS COORDINATOR OF MINED

LAND DEVELOPMENT

RWD/sp

enc: Surety Estimate

Mined Land Reclamation Contract